

House File 452 - Introduced

HOUSE FILE _____
BY WHITAKER

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act creating an unsewered community revolving loan program and
2 fund.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
4 TLSB 2233YH 82
5 tm/je/5

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1 1 Section 1. NEW SECTION. 455B.251 SHORT TITLE.
1 2 This part shall be known and may be cited as the "Unsewered
1 3 Community Revolving Loan Program Act".
1 4 Sec. 2. NEW SECTION. 455B.252 UNSEWERED COMMUNITY
1 5 REVOLVING LOAN PROGRAM.
1 6 1. The department shall establish and administer an
1 7 unsewered community revolving loan program. Assistance under
1 8 the program shall consist of no-interest loans with a term not
1 9 to exceed forty years and shall be used for purposes of
1 10 installing sewage disposal systems in a city without a sewage
1 11 disposal system or in an area where a cluster of homes is
1 12 located. A public or private entity may apply for assistance
1 13 under the program.
1 14 2. In awarding assistance, the department shall encourage
1 15 the use of innovative sewage disposal systems and discourage
1 16 the use of lagoons.
1 17 3. For purposes of this section, "an area where a cluster
1 18 of homes is located" means an area located in a county which
1 19 includes six or more homes but less than five hundred homes.
1 20 Sec. 3. NEW SECTION. 455B.253 UNSEWERED COMMUNITY
1 21 REVOLVING LOAN FUND.
1 22 1. An unsewered community revolving loan fund is created
1 23 in the state treasury under the control of the department and
1 24 consisting of moneys appropriated by the general assembly and
1 25 any other moneys available to and obtained or accepted by the
1 26 department for placement in the fund.
1 27 2. Repayments of moneys loaned and recaptures of loans
1 28 shall be deposited in the fund.
1 29 3. Moneys in the fund shall be used to provide assistance
1 30 under the unsewered community revolving loan program
1 31 established pursuant to section 455B.252.
1 32 4. Moneys in the fund are not subject to section 8.33.
1 33 Notwithstanding section 12C.7, interest or earnings on moneys
1 34 in the fund shall be credited to the fund.

EXPLANATION

2 1 This bill creates an unsewered community revolving loan
2 2 program and fund.
2 3 The bill requires the department of natural resources to
2 4 establish and administer an unsewered community revolving loan
2 5 program. The bill provides that assistance under the program
2 6 shall consist of no-interest loans with a term not to exceed
2 7 40 years and shall be used for purposes of installing sewage
2 8 disposal systems in a city without a sewage disposal system or
2 9 in an area where a cluster of homes is located. The bill
2 10 allows a public or private entity to apply for assistance
2 11 under the program. The bill provides that, in awarding
2 12 assistance under the program, the department shall encourage
2 13 the use of innovative sewage disposal systems and discourage
2 14 the use of lagoons.
2 15 The bill creates an unsewered community revolving loan fund
2 16 in the state treasury under the control of the department and
2 17 consisting of moneys appropriated by the general assembly and
2 18 any other moneys available to and obtained or accepted by the
2 19 department for placement in the fund. The bill provides that
2 20 moneys in the fund shall be used to provide assistance under

2 21 the unsewered community revolving loan program.
2 22 LSB 2233YH 82
2 23 tm:rj/je/5